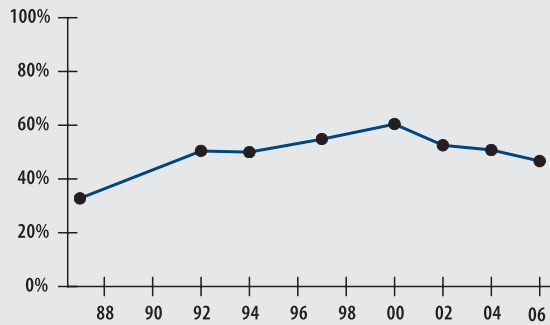
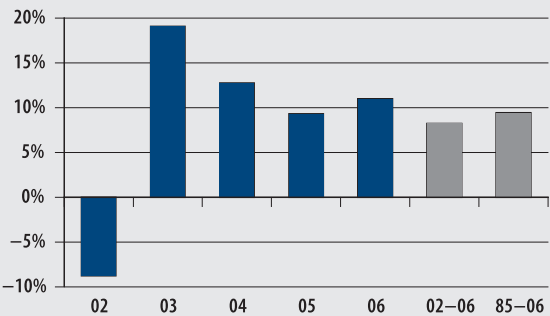


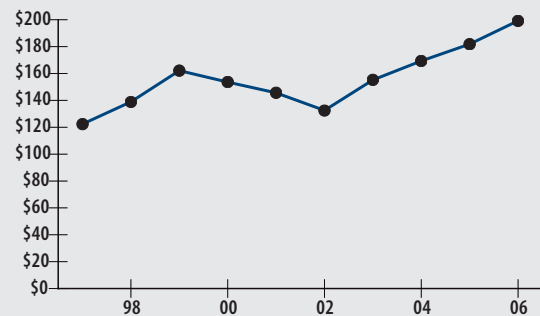
► **Funded Ratio (1987-2006)**



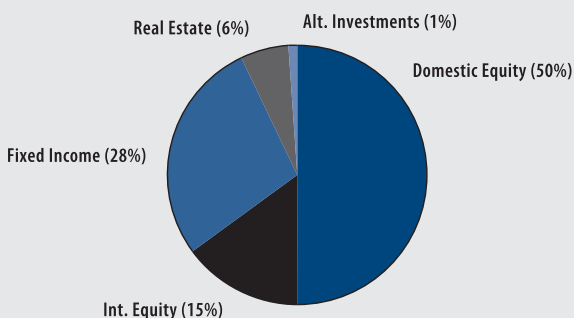
► **Investment Return (2002-2006, 5 Year and 22 Year Averages)**



► **Asset Growth (1997-2006) (Market Value in Millions)**



► **Asset Allocation (12/31/06)**



► **ACTUARIAL**

| | |
|---|-----------------|
| • Funded Ratio | 46.7% |
| • Date of Last Valuation | 01/06 |
| • Actuary | PERAC |
| • Assumed Rate of Return | 8.25% |
| • Funding Schedule | 4.5% Increasing |
| • Year Fully Funded | 2028 |
| • Unfunded Liability | \$213.1 M |
| • Total Pension Appropriation (Fiscal 2007) | \$18.3 M |

| | Active | Retired |
|--------------------------|------------|----------|
| • Number of Members | 1,460 | 1,285 |
| • Total Payroll/Benefit | \$65.4 M | \$25.3 M |
| • Average Salary/Benefit | \$44,800 | \$19,700 |
| • Average Age | 48 | 73 |
| • Average Service | 12.7 years | NA |

► **INVESTMENT**

Domestic Equity

- Chase Investment Counsel Corporation
- Copper Rock Small Cap Growth Fund
- Earnest Partners, LLC
- Voyageur Large Cap Value Fund

International Equity

- Boston Company International Equity Fund
- Jarislowsky Fraser International Equity Fund

Domestic Fixed Income

- de Burlo Group
- PIMCO Total Return Fund

Real Estate

- BlackRock Granite Property Fund
- SSgA Tuckerman / Property Redevelopment & Renovation Fund

Alternative Investments

- Ascent Venture Partners III & IV, L.P.
- BlackRock Diversified Private Equity Program III
- Novo Vita, L.P.

Consultant

- Segal Advisors

Custodian

- Investors Bank & Trust

| | |
|---------------------------------|------------------|
| ► 2006 Return | 11.03% |
| ► 2006 Target | 9.25% |
| ► 2006 Market Value | \$199.0 M |
| ► 2002-2006 (Annualized) | 8.27% |
| ► 1985-2006 (Annualized) | 9.45% |